

MICHIGAN HOUSE OF REPRESENTATIVES

P.O. Box 30014 Lansing, Michigan 48909-7514

Minutes of the House Standing Committee on Oversight and Ethics

Thursday, April 14, 2016

10:30 a.m.

Room 326 House Office Building

The House Standing Committee on Oversight and Ethics was called to order by Representative Ed McBroom, Chair.

The Clerk called the roll; members present were **Representatives McBroom**, **Howrylak**, **Graves**, **Theis**, **Robinson**, and **Pagan**. (6/6)

The Clerk announced that a quorum was present.

The Chair laid before the committee the minutes of March 24, 2016.

Representative Pagan moved to adopt the minutes of March 24, 2016 as printed. There being no objection the motion prevailed by unanimous consent of the members present; the minutes were adopted as printed.

The Chair laid before the committee House Bill 4982.

HB 4982 (Victory)

Employment security; administration; unemployment insurance benefit claims; require additional notice and examination for fraud determination.

Representative Victory, the bill sponsor, explained the substitute (H-3) for the bill. Questions followed.

Mike Witkowski, Legislative Director for Representative Victory, answered a question from a committee member.

Stephen M. Geskey, State and Federal Policy Director in the Unemployment Insurance Agency in the Michigan Department of Talent and Economic Development, testified in support of the bill. Questions and discussion followed.

The Chair offered the substitute (H-3) for House Bill 4982.

Representative Howrylak moved to adopt the substitute (H-3) for House Bill 4982.

The motion prevailed by an affirmative vote of a majority of the members appointed to and serving on the committee, voting as follows:

Yeas: Representatives McBroom, Howrylak, Graves, Theis, and Pagan, (5/6)

Nays: Representative Robinson. (1/6)

The substitute was adopted.

Steve Gray, Attorney at Law and Director of University of Michigan Law School Unemployment Insurance Clinic, submitted a card in support of the bill, but opposed the substitute (H-3). Mr. Gray submitted written testimony on behalf of the Michigan Poverty Law Program, which is attached.

The Chair laid before the committees the Performance Audit Report for the Michigan Integrated Data Automated System (MiDAS).

Performance Audit Report of the

Michigan Integrated Data Automated System (MiDAS)

Unemployment Insurance Agency,

Department of Talent and Economic Development and

Department of Technology, Management, and Budget

February 2016

Report Number: 641-0593-15

Melissa A. Schuiling, C.P.A., C.I.S.A., Audit Division Administrator in the Office of the Auditor General, provided each member of the committee with a copy of the audit, and gave a brief summary of the audit.

Robin E. Garity, C.P.A., C.I.S.A., Assistant Auditor General, explained the findings, and addressed questions.

Clayton Tierney, Director of the Office of Technology and Modernization in the Unemployment Insurance Agency in the Michigan Department of Licensing and Regulatory Affairs, responded to the Auditor General's findings. Questions and discussion followed.

Debra J. Patterson, Project Manager of the DTMB/UIA Integrated System Project in Agency Services in the Michigan Department of Technology, Management and Budget, responded to the findings and addressed members' questions.

Sharon Moffett-Massey, Director of the Unemployment Insurance Agency in the Michigan Department of Licensing and Regulatory Affairs, responded to questions.

There being no other business before the committee the meeting. The motion prevailed, the time being 11:59 a.m. The Chair declared the Committee adjourned.	e; Representative Theis moved to adjourn
Ed McBroom, Chair House Standing Committee on Oversight and Ethics	3
Joy Brewer, Committee Clerk	Date approved by the committee